

**REVENUE COLLECTIONS
SEPTEMBER, 2007, AND 2 MONTHS YEAR-TO-DATE**

September Collections:

| | Budgeted Accrual Estimate | Actual | Difference |
|--------------------|--|------------------------|-----------------------|
| General Fund | \$931,163,000 | \$906,265,000 | (\$24,898,000) |
| Highway Fund | 57,721,000 | 61,006,000 | 3,285,000 |
| Sinking Fund | 26,630,000 | 26,539,000 | (91,000) |
| City & County Fund | 62,689,000 | 67,601,000 | 4,912,000 |
| Earmarked Fund | 2,645,000 | 2,641,000 | (4,000) |
| Total | \$1,080,848,000 | \$1,064,052,000 | (\$16,796,000) |

Year-To-Date Collections:

| | Budgeted Accrual Estimate | Actual | Difference |
|--------------------|--|------------------------|-----------------------|
| General Fund | \$1,610,398,000 | \$1,567,530,000 | (\$42,868,000) |
| Highway Fund | 115,133,000 | 118,109,000 | 2,976,000 |
| Sinking Fund | 53,324,000 | 53,106,000 | (218,000) |
| City & County Fund | 125,065,000 | 129,201,000 | 4,136,000 |
| Earmarked Fund | 5,212,000 | 5,352,000 | 140,000 |
| Total | \$1,909,132,000 | \$1,873,298,000 | (\$35,834,000) |

Table 1
Tennessee Department of Revenue
Comparative Statement of Collected Revenues

| Class of Tax | September | | | |
|-------------------------------|---------------|-----------------|--------------|---------|
| | 2006 | 2007 | Change | Percent |
| Franchise & Excise | \$259,111,000 | \$294,664,000 | \$35,553,000 | 13.72% |
| Income | 926,000 | 1,334,000 | 408,000 | 44.06% |
| Inheritance & Estate | 5,410,000 | 7,563,000 | 2,153,000 | 39.80% |
| Gasoline | 53,018,000 | 56,054,000 | 3,036,000 | 5.73% |
| Petroleum Special | 5,660,000 | 5,988,000 | 328,000 | 5.80% |
| Tobacco | 10,123,000 | 20,606,000 | 10,483,000 | 103.56% |
| Beer | 1,645,000 | 1,735,000 | 90,000 | 5.47% |
| Motor Vehicle Registration | 20,767,000 | 19,777,000 | -990,000 | -4.77% |
| Motor Vehicle Title | 953,000 | 856,000 | -97,000 | -10.18% |
| Mixed Drink | 4,232,000 | 4,453,000 | 221,000 | 5.22% |
| Business | 1,358,000 | 3,363,000 | 2,005,000 | 147.64% |
| Privilege | 24,529,000 | 25,272,000 | 743,000 | 3.03% |
| Gross Receipts | 445,000 | 145,000 | -300,000 | -67.42% |
| TVA - In Lieu of Tax Payments | 17,988,000 | 29,102,000 | 11,114,000 | 61.79% |
| Alcoholic Beverage | 3,451,000 | 3,574,000 | 123,000 | 3.56% |
| Sales and Use | 553,587,000 | 573,246,000 | 19,659,000 | 3.55% |
| Motor Vehicle Fuel | 13,856,000 | 15,932,000 | 2,076,000 | 14.98% |
| Severance | 93,000 | 179,000 | 86,000 | 92.47% |
| Coin-operated Amusement | 7,000 | 7,000 | 0 | 0.00% |
| Unauthorized Substance | 253,000 | 202,000 | -51,000 | -20.16% |
| Total | \$977,412,000 | \$1,064,052,000 | \$86,640,000 | 8.86% |

Table 2
Tennessee Department of Revenue
Comparative Statement of Collected Revenues

| Class of Tax | August - September | | | |
|-------------------------------|--------------------|-----------------|---------------|---------|
| | 2006-2007 | 2007-2008 | Change | Percent |
| Franchise & Excise | \$287,234,000 | \$339,229,000 | \$51,995,000 | 18.10% |
| Income | 3,762,000 | 2,906,000 | -856,000 | -22.75% |
| Inheritance & Estate | 12,235,000 | 16,857,000 | 4,622,000 | 37.78% |
| Gasoline | 102,746,000 | 108,127,000 | 5,381,000 | 5.24% |
| Petroleum Special | 10,978,000 | 11,418,000 | 440,000 | 4.01% |
| Tobacco | 21,046,000 | 38,393,000 | 17,347,000 | 82.42% |
| Beer | 3,244,000 | 3,635,000 | 391,000 | 12.05% |
| Motor Vehicle Registration | 41,545,000 | 40,616,000 | -929,000 | -2.24% |
| Motor Vehicle Title | 2,008,000 | 1,881,000 | -127,000 | -6.32% |
| Mixed Drink | 8,428,000 | 8,917,000 | 489,000 | 5.80% |
| Business | 4,439,000 | 4,906,000 | 467,000 | 10.52% |
| Privilege | 48,944,000 | 51,042,000 | 2,098,000 | 4.29% |
| Gross Receipts | 14,144,000 | 13,912,000 | -232,000 | -1.64% |
| TVA - In Lieu of Tax Payments | 36,332,000 | 50,217,000 | 13,885,000 | 38.22% |
| Alcoholic Beverage | 6,213,000 | 6,675,000 | 462,000 | 7.44% |
| Sales and Use | 1,112,006,000 | 1,145,098,000 | 33,092,000 | 2.98% |
| Motor Vehicle Fuel | 30,066,000 | 28,688,000 | -1,378,000 | -4.58% |
| Severance | 231,000 | 364,000 | 133,000 | 57.58% |
| Coin-operated Amusement | 43,000 | 33,000 | -10,000 | -23.26% |
| Unauthorized Substance | 333,000 | 384,000 | 51,000 | 15.32% |
| Total | \$1,745,977,000 | \$1,873,298,000 | \$127,321,000 | 7.29% |

Table 3
August - September Revenue Overcollections/(Undercollections)
Budgeted Estimate

| | <u>General Fund</u> | <u>Other Funds</u> | <u>Total</u> |
|-----------------------------|--------------------------------------|-----------------------------------|--------------------------------------|
| Sales Tax | \$ (21,800,000) | \$ (1,100,000) | \$ (22,900,000) |
| Income Tax | (200,000) | (100,000) | (300,000) |
| Inheritance Tax | 1,700,000 | 0 | 1,700,000 |
| Privilege Tax | (3,200,000) | 100,000 | (3,100,000) |
| Business Tax | 1,000,000 | 0 | 1,000,000 |
| TVA | 4,600,000 | 3,400,000 | 8,000,000 |
| Gross Receipts | (200,000) | 0 | (200,000) |
| Gasoline & Motor Fuel Taxes | 100,000 | 2,500,000 | 2,600,000 |
| Motor Vehicle Registration | 300,000 | 2,000,000 | 2,300,000 |
| Other Taxes | <u>(23,300,000)</u> | <u>300,000</u> | <u>(23,000,000)</u> |
| Sub-Total | <u>\$ (41,000,000)</u> | <u>\$ 7,100,000</u> | <u>\$ (33,900,000)</u> |
| F & E Taxes | <u>(1,900,000)</u> | <u>0</u> | <u>(1,900,000)</u> |
| Total | <u><u>\$ (42,900,000)</u></u> | <u><u>\$ 7,100,000</u></u> | <u><u>\$ (35,800,000)</u></u> |